GOVERNMENT OF ANDHRA PRADESH
A B S T R A C T

MA&UD Department – GVMC – Sewerage Sector – Providing "Comprehensive Sewerage system in Madhurawada Zone – 2 of GVMC" with the loan of International Finance Corporation (IFC) under AMRUT Convergence 2.0 in partial modification and as an addition to the work "Providing Additional Sewer Network and Gaps in existing network in GVMC area" - Revised administrative sanction – Accorded.

MUNICIPAL ADMINISTRATION & URBAN DEVELOPMENT (UBS) DEPARTMENT

G.O.MS.No. 92 Dated: 09-06-2025

Read the following:

1. G.O.Ms.No.12, MA&UD (UBS) Department, dated 20.01.2023.
2. From Commissioner, GVMC, Visakhapatnam Letters Rc. No.15A/ 2023-24/ SE(WS-M)/GVMC, dated 28.10.2023, 01.11.2023 & 25.10.2024.
3. From the Managing Director, APUFIDC, Vijayawada, Lrs. No. APUF-11025 (32)/ 2/2025-ENG SEC-APUFIDC, Dated 18.03.2025 & 24.03.2025.

** * **

O R D E R:

In the reference 1st read above, Government among others, have accorded administrative sanction for the work "Providing Additional Sewer Network and Gaps in existing network in GVMC area" under AMRUT 2.0 Tranche-1 with the following funding pattern:

(Rs.in Crores)

AMRUT 2.0 Tranche No.	GoI Share	GoAP Share	ULB share	15th FC fund	Total CAPEX	OPEX (ULB Share)	Total Project cost
1	68.145	0.005	204.43	0.00	272.58	20.00	292.58

2. In the reference 2nd read above, the Commissioner, GVMC, Visakhapatnam has stated that as a part of development of basic Infrastructure like Water supply and Sewerage system in the limits of GVMC, there are many projects being contemplated and implemented through various schemes like AMRUT 2.0, Smart City, 14th/15th FC, etc. In line with the above, GVMC has proposed to develop the sewage sector in Zone-2 (Madhurawada Zone) where lot of Residential, Commercial and Industrial growth is being witnessed. The Zone-2 which is Northern side of the city is an upcoming area with lots of vertical developments, educational institutions, IT companies, etc. The present Population is about 2.5 lakh and is poised to grow rapidly.

Contd...2..

3. The Commissioner, GVMC has requested the Government to accord administrative approval for taking up the project of Comprehensive Development of Sewerage System in Zone-2 (Madhurawada Zone) with Sewer Network, pumping stations, STP, etc with a cost of Rs.553 Cr with financial loan provided by IFC, for Rs.498 Cr and AMRUT 2.0 funds of Rs.45.64 Cr and balance funds of Rs.9.36 Cr from GVMC, and permit to take up the above said Project. Also, He has also requested to accord permission to raise the above mentioned loan from International Finance Corporation (IFC), through an Escrow account only with the GVMC, Visakhapatnam.

4. In the reference 3rd read above, the Managing Director, APUFIDC has agreed to the proposal of the Commissioner, GVMC and stated that necessary approval for the change in funding pattern under AMRUT 2.0 will be obtained from SHPSC/APEX Committee at an appropriate time as per AMRUT 2.0 guidelines since deviation / alteration is involved to the original project sanctioned vide G.O.Ms.No.12, MA&UD (UBS) Department, dated 20.01.2023.

5. Government after due deliberations and duly annulling the earlier sanction of Rs.292.58 Cr accorded for providing Additional Sewer Network and Gaps in Existing Network in GVMC Area, S.No.6 of Appendix-2 of G.O.Ms.No.12, MA&UD (UBS) Department, dated 20.01.2023, hereby accord revised administrative sanction to the Commissioner, GVMC for an amount of Rs.643.00 Crores for taking up two Projects (I): Providing additional Sewer Network and Gaps in existing network along with STP at Appughar and (II) Comprehensive Sewerage Project for Madhurawada area (Zone-2 of GVMC) with the following funding pattern;

Rs. in Crores

Name of the Project	**Project Cost**	**Share of Funding**		
		AMRUT 2.0	**ULB Share (GVMC)**	**Bank Loan (IFC)**
Project- I : Providing additional Sewer Network and Gaps in existing network along with STP at Appughar	90.00	22.50 (25%)	67.50	0.00
Project – II: Comprehensive Sewerage Project for Madhurawada area (Zone-2 of GVMC)	553.00	45.64 (8.25%)	9.36	498.00
Total	**643.00**	**68.14**	**76.86**	**498.00**

Contd...3..

6. The above administrative sanction is subject to the following conditions:-

a. The GVMC shall avail the loan of Rs.498 Cr from IFC.
b. The GVMC shall repay the loan including the interest as per the amortization schedule without fail from their internal resources,
c. The GVMC shall not approach the Government for any Guarantee/grant in future regarding the IFC Debt service.
d. The GVMC shall inform the DEA, Ministry of Finance, GoI that the Project has appropriate approvals and agreed by the Finance Department for execution through IFC loan.

7. The Managing Director, APUFIDC shall obtain necessary approval from SHPSC/APEX Committee at the appropriate time as per AMRUT 2.0 guidelines since deviation / alteration is involved to the original project sanctioned vide G.O.Ms.No.12, MA&UD (UBS) Department dated 20.01.2023.

8. The Commissioner, GVMC, Visakhapatnam shall take further necessary action in the matter.

9. This order issues with the concurrence of the Finance Department vide their U.O. No. FIN01-FMU0MISC/451/2023 (Computer No:2263081), Dated 27.05.2025.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

S. SURESH KUMAR
PRINCIPAL SECRETARY TO GOVERNMENT

To
The Commissioner, GVMC, Visakhapatnam
The Managing Director, APUFIDC, Vijayawada
Copy to:-
The OSD to Hon'ble Minister (MA&UD)
The PS to Principal Secretary to Government, MA&UD Department
The Finance (FMU-EFS&T; MA&UD, CRDA) Department, AP Secretariat
Sf/Sc

//FORWARDED BY ORDER//

RESEARCH OFFICER